KELLAHIN AND KELLAHIN

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NEW MEXICO BOARD OF LEGAL SPECIALIZATION RECOGNIZED SPECIALIST IN THE AREA OF NATURAL RESOURCES-OIL AND GAS LAW

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January 21, 1997

HAND DELIVERED

Mr. William J. LeMay, Chairman Oil Conservation Commission 2040 South Pacheco Santa Fe, New Mexico 87505

14 A. C. 18 A. 18 A.

Re: REQUEST FOR HEARING DENOVO NMOCD CASE 11677 and Case 11666 Order No. R-10731 Competing Compulsory Pooling Application of Yates Petroleum Corporation and InterCoast Oil & Gas Company, Eddy County, N.M.

Dear Mr. LeMay:

On behalf of Yates Petroleum Corporation, please find enclosed our request for a Hearing DeNovo of the referenced case before the New Mexico Oil Conservation Commission. We request that this matter be set for hearing on the next available docket.

ery truly yours W. Thomas Kellahin

cc: James Bruce, Esq. Attorney for InterCoast Oil & Gas Company cc: Yates Petroleum Corporation Attn: Mecca Mauritsen

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STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 11677

APPLICATION OF YATES PETROLEUM CORPORATION FOR COMPULSORY POOLING AND AN UNORTHODOX GAS WELL LOCATION EDDY COUNTY, NEW MEXICO.

CASE NO. 11666

APPLICATION OF INTERCOAST OIL & GAS COMPANY FOR COMPULSORY POOLING AND AN UNORTHODOX GAS WELL LOCATION, EDDY COUNTY, NEW MEXICO

YATES PETROLEUM CORPORATION'S REQUEST FOR A DE NOVO HEARING BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION

Comes now YATES PETROLEUM CORPORATION, a party of record before the New Mexico Oil Conservation Division in Cases 11666 and 11677 and adversely affected by Division Order R-10731 entered January 13, 1997, by its attorneys Kellahin & Kellahin and pursuant to Section 70-2-13 NMSA-1978, hereby requests that the New Mexico Oil Conservation Commission hold a HEARING DENOVO in this matter.

Respectfully Submittee

W. Thomas Kellahin Kellahin & Kellahin P. O. Box 2265 Santa Fe, New Mexico 87501 (505) 982-4285 Attorneys for Yates Petroleum Corporation